

DEPARTMENT OF WATER RESOURCES

1416 NINTH STREET, P.O. BOX 942836
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SEP 20 2010

TO: Distribution List

The Supplemental Report of the 2007 Budget Act (Item 3860-301-6052) requires the Department of Water Resources to report quarterly to the Legislature (including budget and fiscal committees from both houses) on the capital outlay projects it has undertaken and plans to undertake with the funds appropriated. This report is submitted in compliance with this requirement and reports the cumulative expenditures and remaining commitments through the quarter ending December 31, 2008.

If you have any questions, please contact me at (916) 653-7007, or your staff may contact Dale K. Hoffman-Floerke, Deputy Director of Integrated Water Management, at (916) 654-7180.

Sincerely,

A handwritten signature in dark ink, appearing to read "Mark W. Cowin".

Mark W. Cowin
Director

Attachments

cc: (See attached list.)

Distribution List

Electronic copy of one-page summary
distributed to all members of the Legislature

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California Natural Resources Agency
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**The California Department of Water Resources Report on
Capital Outlay****A Summary of Expenditures and Commitments for the
Quarter Ending December 31, 2008****Executive Summary**

The Disaster Preparedness and Flood Protection Bond Act of 2006 (Proposition 1E) authorizes \$4.09 billion in general obligation bonds to rebuild and repair California's vulnerable flood control structures to protect homes and prevent loss of life from flood-related disasters, and to protect California's drinking water supply system by rebuilding delta levees that are vulnerable to earthquakes and storms. The Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Bond Act of 2006 (Proposition 84) enhances these efforts with an additional \$800 million for flood control projects.

The attached report describes expenditures through December 31, 2008, for capital outlay projects with funding provided from Propositions 1E and 84. The report is requires by the 2007 Supplemental Report Budget Act, Item 3860-301-6052.

Report to Legislature

EXPENDITURES AND COMMITMENTS FOR CAPITAL OUTLAY PROJECTS (Multiple Funds)

As of December 31, 2008



State of California

California Natural Resources Agency

Department of Water Resources

INTRODUCTION

The Supplemental Report of the 2007 Budget Act (Supplemental Report) requires the Department of Water Resources (DWR) to prepare and submit reports to the Legislature starting on [October 1, 2007] and quarterly thereafter. Specifically, the requirement reads as follows:

“Item 3860-301-Multiple Funds-Department of Water Resources-Capital Outlay

State Flood Control System, Capital Outlay Project Funding. Beginning on October 1, 2007, [DWR] shall report quarterly to the Legislature (including budget and fiscal committees from both houses) on the projects it has undertaken and plans to undertake with the funds appropriated. The report shall include information on the project title, the date the project was begun or is anticipated to begin, the total amount encumbered on the project to date, and the total estimated cost.”

The first report due on October 1, 2007, contained expenditure and encumbrance data from the project start date through June 30, 2007. Subsequent quarterly reports contain cumulative project data from the project start date to the end of each reporting quarter.

PROJECT EXPENDITURES AND COMMITMENTS

This report represents the second quarter report of the 2009 fiscal year, as required by the Supplemental Report of the Budget Act of 2007.

Table 1 lists the project information required by the Supplemental Report. In addition, it provides the cumulative project expenditures, the remaining commitments and the appropriation balances by project as of December 31, 2008.

**TABLE 1: Capital Outlay Project Expenditures and Commitments
Reporting Period through December 31, 2008**

Funding Source	Project Title	Beginning or Anticipated Project Start Date	Current Estimate of Total Project Cost ¹	FY 07/08 Appropriations ²	FY 08/09 Appropriations ²	Total Appropriations ³	Expenditures through December 31, 2008	Remaining Commitments through December 31, 2008	FY 07/08 Appropriation Balance thru December 31, 2008
Proposition 1E									
	American River Watershed - Folsom Dam Raise Project	7/1/2010	\$ 227,700,000	\$ 20,232,000	\$ -	\$ 20,232,000	\$ -	\$ -	\$ 20,232,000
	American River Watershed - Folsom Dam Raise Project, Bridge Element	3/14/2008	\$ 104,156,000	\$ 4,401,000	\$ -	\$ 4,401,000	\$ 1,993	\$ -	\$ 4,399,007
	Mid-Valley Levee Reconstruction Project (Areas 2, 3, and 4)	4/4/2000	\$ 43,204,000	\$ 641,000	\$ 1,976,000	\$ 2,617,000	\$ 36,742	\$ -	\$ 2,580,258
	South Sacramento County Streams Project	5/20/2005	\$ 87,445,000	\$ 6,233,000	\$ 1,180,000	\$ 7,413,000	\$ 3,452,908	\$ 1,130,339	\$ 2,829,753
	State-Federal Flood Control Evaluations								
	Floodplain Mapping ⁴	1/19/2008	\$ 71,000,000	\$ 12,008,922	\$ -	\$ 12,008,922	\$ 4,131,283	\$ 7,887,779	\$ (10,140)
	Hydrology Development USACE LOA	3/1/2008	\$ 7,991,078	\$ 7,991,078	\$ -	\$ 7,991,078	\$ 2,663,000	\$ 5,328,078	\$ -
	Sutter Bypass East Water Control Structures ⁵	8/24/2007	\$ 11,980,000	\$ 7,000,000	\$ 4,000,000	\$ 11,000,000	\$ 1,480,058	\$ -	\$ 9,519,942
	Sutter Pumping Plants Control Systems	8/24/2007	\$ 11,622,000	\$ 4,500,000	\$ -	\$ 4,500,000	\$ 477,949	\$ -	\$ 4,022,051
	Systemwide Levee Evaluations and Repairs								
	Erosion Repairs ⁶	3/6/2006	\$ 107,000,000	\$ 9,000,000	\$ 10,000,000	\$ 19,000,000	\$ 10,943,630	\$ 1,718,067	\$ 6,338,303
	Levee Repairs ⁶	3/6/2006	\$ 109,000,000	\$ 5,000,000	\$ 8,000,000	\$ 13,000,000	\$ 2,001,250	\$ -	\$ 10,998,750
	Levee Evaluations ⁵	10/19/2006	\$ 280,000,000	\$ 90,000,000	\$ 39,000,000	\$ 129,000,000	\$ 44,050,788	\$ 20,953,017	\$ 63,996,195
	West Sacramento Project	7/12/1996	\$ 44,100,000	\$ 8,510,000	\$ 1,000,000	\$ 9,510,000	\$ 388,394	\$ 1,093,683	\$ 8,027,923
	Merced County Streams Project - Bear Creek Unit (GRR)	No anticipated date	\$ 4,300,000	\$ -	\$ 1,300,000	\$ 1,300,000	\$ -	\$ -	\$ 1,300,000
	American River Flood Control Project: Common Elements (American River [Common Features] Project)	7/13/1998	\$ 278,068,000	\$ -	\$ 6,154,000	\$ 6,154,000	\$ 1,750,049	\$ 778,750	\$ 3,625,201
	Folsom Dam Modifications Project	3/30/2004	\$ 684,557,000	\$ -	\$ 3,532,000	\$ 3,532,000	\$ 3,112,755	\$ -	\$ 419,245
	Marysville Ring Levee Reconstruction Project	No anticipated date	\$ 50,122,000	\$ -	\$ 12,372,000	\$ 12,372,000	\$ -	\$ -	\$ 12,372,000
	Yuba River Basin Project	6/13/2000	\$ 351,800,000	\$ -	\$ 554,000	\$ 554,000	\$ 1,679	\$ -	\$ 552,321
	SAFCA/Natomas Levee Improvement Program (Early Implementation) (Program previously named: Natomas Levee Improvement Program [Early Implementation]) ⁵	4/22/2009	\$ 548,000,000	\$ -	\$ 194,020,000	\$ 194,020,000	\$ 45,454	\$ -	\$ 193,974,546
	WSAFCA/West Sacramento Early Implementation Project (Program previously named: West Sacramento Early Implementation Project) ⁵	TBD	\$ 138,500,000	\$ -	\$ 37,370,000	\$ 37,370,000	\$ 43,697	\$ -	\$ 37,326,303
Subtotal Prop. 1E			\$ 3,212,535,078	\$ 179,257,000	\$ 320,458,000	\$ 495,975,000	\$ 74,581,629	\$ 38,889,713	\$ 382,503,659
Proposition 84									
	Frazier Creek-Strathmore Creek Feasibility Study	No anticipated date	\$ 3,000,000	\$ 327,000	\$ 340,000	\$ 667,000	\$ -	\$ -	\$ 667,000
	Rock Creek-Keefer Slough Feasibility Study	8/1/1999	\$ 2,354,000	\$ 327,000	\$ 526,000	\$ 853,000	\$ -	\$ -	\$ 853,000
	West Stanislaus-Orestemba Creek Project	No anticipated date	\$ 5,900,000	\$ 755,000	\$ -	\$ 755,000	\$ 9,125	\$ -	\$ 745,875
	White River-Deer Creek Feasibility Study	No anticipated date	\$ 3,000,000	\$ 327,000	\$ 340,000	\$ 667,000	\$ -	\$ -	\$ 667,000
Subtotal Prop. 84			\$ 14,254,000	\$ 1,736,000	\$ 1,206,000	\$ 2,942,000	\$ 9,125	\$ -	\$ 2,932,875
General Fund									
	West Sacramento Project	7/12/1996	See Footnote 3	\$ 428,000	\$ -	\$ 428,000	\$ 408,473	\$ 9,232	\$ 10,296
Subtotal GF				\$ 428,000	\$ -	\$ 428,000	\$ 408,473	\$ 9,232	\$ 10,296
Total			\$ 3,226,789,078	\$ 181,421,000	\$ 321,664,000	\$ 499,345,000	\$ 74,999,226	\$ 38,898,944	\$ 385,446,829

Footnotes:

¹The amounts shown include the State, federal, and local shares of the project.

²The amounts only show the State's (payable) portion of the appropriation. The reimbursable portion (local share) of the appropriation has been subtracted.

³West Sacramento Project is being funded by Proposition 1E and General Fund. The total estimated project cost in Table 1 is shown only under Proposition 1E.

⁴Expenditures inadvertently went to wrong funds. Staff is working to correct this error.

⁵Department internally adjusted allocations.

⁶Project is multi-year, multi-phase project. Initial cost estimate was not for entire project.

⁷Previously reported "Estimate of Total Project Cost" did not include all funding sources. No increase in project cost.